

m/001/027 5/001/043

January 30, 2001

D. Wayne Hedberg
Permit Supervisor
Minerals Reclamation Program
Department of Natural Resources
Division of Oil, Gas and Mining
State of Utah
1594 West North Temple, Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801

Dear Wayne:

Enclosed are the Annual Reports for Basin Perlite Company's Pearl Queen Perlite mine, M010027, and the Pearl Queen Milford Mill Site, S010043 for the Year 2000. As you are aware, we are in the process of amending and or revising these permits and that in reflected in the reports.

If you or your staff has any questions regarding these reports, please call me at (303) 863-3922.

Very truly yours,

William R. Wilson

President

Basin Perlite Company

CC: Tim Hall - Basin Perlite Company

Jay Gotten - North American Exploration, Inc.

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